

**Defense Energy Support Center**

**STATE FUEL TAX TABULATION**

**July 1, 1998**

**Introductory Notes**

- 1. State tax laws are constantly changing with respect to rates, point of taxation, refund procedures, and the exempt or non-exempt status of DOD, Federal Civilian and National Guard Activities. Each State will normally issue Bulletins informing DESC Contractors of these changes before the new law becomes effective. If you receive information regarding changes in state fuel taxes, please inform John Ralston of DFSC-G at 767-5004.**
- 2. Unless otherwise noted, gasohol is taxed at the same rate as gasoline.**
- 3. The diesel tax rates apply to undyed diesel because dyed diesel is sold free of tax.**
- 4. In the following states, suppliers must pay excise taxes on certain gasoline sold to DESC: Arizona, California, Idaho, Iowa (full refund available), Louisiana (non-bulk purchases), Mississippi (non bulk purchases), Montana, Nevada, Oregon, Vermont, Washington, and Wyoming. (See table for details).**
- 5. In the following states, suppliers must pay excise taxes on certain diesel sold to DFSC: Arizona, Idaho, Iowa (full refund available), Louisiana (full refund available), Mississippi (non-bulk purchases), Montana (full refund available), Nevada (full refund available), Utah (full refund available) and Wyoming. (See table for details).**
- 6. DFSC contractors are generally required to pay State environmental fees on all fuel distributed including fuel sold to the U.S. Government. However, certain states exempt DFSC sales. Also, environmental fees are sometimes discontinued when the environmental fund trust fund reaches a certain balance.**
- 7. Generally, the Government does not pay State "Sales" Taxes.**

**FEDERAL EXCISE TAXES**

Motor Fuel Tax - \$.184/gal. DOD, Fed. Civ's must pay, National Guard, D.C. Government exempt

Diesel Fuel Tax - \$.244/gal. (undyed) "

Kerosene Tax - \$.244/gal. (undyed) JP-8 jet fuel is exempt

Jet Fuel Tax - \$.219/gal military is exempt, Fed. Civ. Agencies are not

Aviation Gasoline \$.194/gal military is exempt, Fed. Civ. Agencies are not

## **ALABAMA**

### State Excise Taxes -

Motor Fuel Tax - \$.16/gal.

Diesel Fuel Tax - \$.17

Aviation Fuel Tax - \$.012

Jet Fuel Tax - \$.012

DOD, Federal Civilian Agencies,

National Guard Exempt

Government exempt

“

Storage Tank Fee

\$.003 per gallon

**Not Exempt**

**Include in price**

Petroleum Products

Inspection Fee

gasoline/diesel \$.02 per gal.

jet fuel \$.00025 per gal.

Exempt

## **ALASKA**

Motor Fuel Tax - \$.08

Diesel Fuel Tax - \$.08.

Aviation Fuel Tax - \$.047/gal.

Jet Fuel Tax - \$.032/gal.

DOD, Federal Civilian Agencies,

National Guard Exempt

Exempt

Exempt

## **ARIZONA**

Motor Fuel Tax - \$.18

DOD, Federal Civilian Agencies, Nat Guard -

Full refund as of January 1, 1998

Prior to '98, \$.18 per gallon with offroad refund

Diesel Fuel Tax - \$.27/gal. (1998)

Invoice separately - US agencies get full refund of \$.09 per gallon and another \$.18 if use is offroad refund

Jet Fuel - \$.0305 per gallon  
plus local city and county taxes

*Invoice separately*

Heating Fuel  
(not subject to per gl. excise tax)

vendor pays 1/2 rate for state and local sales taxes  
Between 5.5% and 7% -- vendor pays up to 3 1/2%

Storage tank fee \$.01/gal

Government Exempt

## **ARKANSAS**

Motor Fuel Tax - \$.185

Diesel Fuel Tax - \$.185

DOD, Federal Civilian Agencies,

National Guard Exempt

UST Fee -\$.001/gal.-

Gov't not exempt - include in price

## **CALIFORNIA**

Motor Fuel Tax - \$.18/gal.

Invoice separately/offroad refund

Jet Fuel Tax - \$.02/gal.

DOD Exempt,  
Fed. Civ., National Guard must pay

Diesel Fuel Tax - \$.18/gal.  
 *(\$.263 for interstate use)*

DOD, Federal Civilian agencies exempt  
National Guard pays and gets full refund

Compressed Natural Gas  
Tax - \$.07/100 cubic feet  
(per hundred cubic feet)

Invoice separately/offroad refund

Oil Spill Prevention  
Administration Fee  
\$.00095/gal. (fuel removed  
from marine terminals)

**Include in fuel price - not exempt**

Underground Storage Fee  
\$.0063

**Include in fuel price - not exempt**

## **COLORADO**

Motor Fuel Tax - \$.22  
Diesel Fuel Tax - \$.205  
Aviation Fuel Tax - \$.06/gal.  
Jet Fuel Tax - \$.04/gal.

DoD, Fed. Civ. agencies and  
National Guard EXEMPT  
Exempt  
Exempt

Environmental Response  
Fund \$.0063/gal.

Exempt for aircraft fuel  
**Not exempt for other fuels**

## **CONNECTICUT**

Motor Fuel Tax - \$.36  
Diesel Fuel Tax- \$.18

DOD, Federal Civilian Agencies -  
National Guard exempt

Gross Receipts Tax  
5.26% of Sale price  
Generally applies to "first sale"  
of all fuel in Connecticut

**No special exemption for Gov. Sales**  
**Include in Price**

except Heating Oil and Bunker fuel

## **DELAWARE**

Motor Fuel Tax - \$.23	DOD, Fed. Civ. Agencies, Nat. Guard Exempt
Diesel Fuel Tax - \$.22	

Wholesalers tax .004% Gen. Rate	<b>Sales to Government not exempt</b>
Hazardous Sub Tax .009%	<b>include in price</b>

Petroleum Prod. Surcharge .0025%	<b>Sales to Gov't not exempt</b>
Applies to all products except heating oil	<b>include in price</b>

Retailers tax .0075%	Gov. not exempt include in price
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## **DISTRICT OF COLUMBIA**

Motor Fuel Tax - \$.22	DOD, Fed. Civ. Agencies, Nat. Guard Exempt
Diesel - \$.20	

Gross Receipts Tax - 10 % of sale price on heating oil and natural gas delivered into DC	<b>Sales to Government NOT Exempt</b> <b>Include in Price</b>
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## **FLORIDA**

Motor/Diesel Fuel Tax - \$.13/gal. - State	Exempt if over 500 gallons delivered
\$.12/gal - Local	Exempt if over 500 gallons delivered
Av.Gas/ Jet Fuel Tax - \$.069/gal.	Exempt

### **Environmental Fees**

Inland Protection Tax \$.0190476/gal. (\$.80 per barrel)	<b>Not exempt, except for certain Bunker fuel</b> <b>Include in Price</b>
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Water Quality Tax	<b>Not exempt, include in price</b>
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**\$.0011904/gal. (\$.05 per barrel)**

Coastal Protection Tax  
\$.00048/gal. (\$.02 per barrel)

**Not exempt, include in price**

## **GEORGIA**

Motor - \$.075  
Diesel Fuel - \$.13  
Aviation Fuel Tax - \$.01/gal.

Exempt  
Exempt  
Gov't. Exempt

### Environmental Fees

Underground storage tank fee  
\$.005 per gallon

Government exempt  
(opt out provision for activities  
electing not to participate  
in the Georgia UST fund)

## **HAWAII**

Motor Fuel - \$.16  
Diesel Fuel Tax - \$.221

Exempt  
Exempt

### Environmental Fees

Environmental Response Tax.  
\$.00119/gal. (\$.05/bbl.)

Govt. is Exempt

## **IDAHO**

Motor Fuel Tax - \$.25/gal.

Not exempt, invoice separately,  
offroad refund only for Idaho National Guard

Diesel Fuel Tax - \$.25/gal.

Invoice separately, full refund available  
for Government

AvGas - \$.055/gal.  
Jet Fuel - \$.045/gal.

Invoice separately,  
Only Idaho Nat. Guard exempt

### Environmental Fees

Petroleum Product  
Transfer Fee \$.01/gal.

**No exemption for Government sales**

## **ILLINOIS**

Motor Fuel Tax - \$.246

DOD, Fed. Civ. Nat. Guard exempt

Diesel Fuel Tax - \$.274

Exempt

### **Environmental Fees**

Illinois Underground Storage  
Tank Trust Fund \$.003/gal

**No exemption for Gov. Sales  
include in price**

Environmental Impact Fee  
\$.008 per gallon

**No exemption for Gov. Sales  
include in price.**

## **INDIANA**

Motor Fuel Tax - \$.15

Exempt

Diesel Fuel Tax - \$.16

Exempt

Oil inspection fee - \$.0009/gal.

Exempt

## **IOWA**

Motor Fuel Tax - \$.20/gal.

Invoice separately, full refund available

Diesel Fuel Tax - \$.225/gal.

Invoice separately, full refund available

Gasohol Tax - \$.19/gal.

Invoice separately, full refund available

Jet Fuel - \$.03/gal.

Invoice separately, full refund available

### **Fees**

Environmental Protection  
Diminution Charge - \$.01/gal.

Government is exempt - Do *not* have contractor  
include in price.

## **KANSAS**

Motor Fuel Tax - \$.18

Government is exempt

Diesel Fuel Tax - \$.20

“

Environmental Assurance  
Fee \$.01/gal.

Exempt

Petroleum Inspection Fee/\$.0002/gal

Exempt

## **KENTUCKY**

Motor Fuel Tax - \$.12

Exempt

Diesel Fuel Tax - \$.12

“

Jet Fuel Tax - \$.15/gal.  
Environmental Assurance Fee  
\$.014/gal

Exempt  
Exempt

## **LOUISIANA**

Motor Fuel Tax - \$.20/gal.

DOD, Fed. Civ. Agency sales exempt  
in lots of 6,000 gallons and over.  
National Guard not exempt.

Diesel Tax - \$.20

DOD, Fed. Civ. Agency sales exempt  
in lots of 6,000 gallons and over.  
National Guard not exempt

State Inspection Fee - \$.00031/gal.  
Underground Storage Fee \$.008

Government exempt  
Government exempt

## **MAINE**

Motor Fuel Tax - \$.19/gal.  
Diesel Fuel Tax - \$.20/gal.  
Jet Fuel Tax - \$.19/gal.

U.S. Government Exempt  
“  
“

## **Environmental Fees**

Inland & Coastal Cleanup Fund  
\$.00071 per gallon/gal  
(\$ .03 per barrel)

**Sales to Government Not Exempt  
Include in price**

Ground Water Cleanup Fund  
\$.54 bbl/\$.0128/gal - Gasoline  
\$.30 bbl/\$.007/gal - Diesel/ jet fuel  
\$.04 bbl/\$.0009/gal- No. 6

**Sales to Government Not Exempt  
Include in price**

## **MARYLAND**

Motor Fuel Tax - \$.235  
Diesel Fuel Tax - \$.245  
Jet Fuel Tax - \$.07/gal.

U.S. Government exempt  
  
Exempt

Underground Storage Tank  
Upgrade/Replacement Fund  
\$.05 per barrel-\$.0036/gal.

Sales to Government Exempt

Oil Transfer Fee  
\$.015 barrel - \$.00035/ gal

**Not Exempt Include in Price**

Maryland Local Taxes

Montgomery County  
Fuel-energy Tax  
No. 1 Fuel Oil \$.034026  
No. 2 Fuel Oil \$.035298  
No. 4 Fuel Oil \$.0361248  
No. 6 Fuel Oil \$.0376512  
Natural Gas \$.0093864 per therm

Government not exempt  
invoice separately

MASSACHUSETTS

Motor Fuel Tax - \$.21  
Diesel Fuel Tax - \$.21  
Jet Fuel Tax -

Exempt

MICHIGAN

Motor Fuel Tax - \$.19  
Diesel Fuel Tax - \$.156  
Jet Fuel Tax - \$.03/gal.

Exempt

Exempt

Underground Storage Tank Fee  
\$.00875 per gallon

**Not exempt - include in price**

MINNESOTA

Motor Fuel Tax - \$.20  
Diesel Fuel Tax - \$.20  
Jet Fuel Tax - \$.05/gal.

Exempt

Exempt

Exempt

Petroleum Inspection Fee -\$.00085/gal. **Not Exempt - include in Price**

Petroleum Tank Release

Cleanup Fee \$.02/gal.  
on July 1, 1998

**Not Exempt - include in Price\***

Because this fee changes *frequently*  
check applicability for each solicitation

MISSISSIPPI

Motor Fuel Tax - \$.126/gal.  
Diesel Fuel Tax - \$.1325/gal.  
(reduced rate for Govt.)

Exempt if delivery exceeds  
4,000 gallons



Jet Fuel Tax - \$.005/gal.

Exempt

Environmental Protection Fee \$.004

**Not exempt - include in price**

### **MISSOURI**

Motor Fuel Tax - \$.17/gal.

Government Exempt

Diesel Fuel Tax - \$.17/gal.

Jet Fuel Tax - \$.09/gal.

Petroleum Inspection Fee  
\$.0004/gal.

**Not Exempt - Include in Price**

Underground Storage Tank Fee  
\$.003125/gal.

**Not Exempt - Include in Price**

### **MONTANA**

Motor Fuel Tax - \$.27/gal.

Invoice separately, offroad refund

Diesel Fuel Tax - \$.2775/gal.

Invoice separately, full refund

Jet Fuel Tax - \$.03/gal.

Invoice separately

JP-8 - \$.01/gal. on sales to DFSC  
by Montana Distributors

Invoice separately

Montana Petroleum  
Tank Cleanup Fee  
\$.0075 (all fuels)

Government NOT Exempt  
include in price

### **NEBRASKA**

Motor Fuel Tax - \$.228

Exempt

Diesel Fuel Tax - \$.228

Exempt

Aviation Fuel Tax - \$.05/gal.

Exempt

Jet Fuel Tax - \$.03/gal.

Exempt

Petroleum Release Fee

\$.009/gal. on gasoline Exempt

\$.003/gal. on other petroleum products Exempt

### **NEVADA**

Motor Fuel Tax - \$.24/gal.

Exempt to DOD only,  
*Fed. Civ./Nat. Guard*  
*not Exempt- invoice seperately*

Diesel Fuel Tax - \$.27/gal.

*DOD, Fed Civ. & Nat. Guard not exempt*  
*Invoice separately - full refund available*

Jet Fuel Tax - \$.01/gal.

Exempt as to U.S. Armed Forces

Petroleum Cleanup Fee - \$.0075/gal

### **NEW HAMPSHIRE**

Motor Fuel Tax - \$.18.	Exempt
Diesel Fuel Tax - \$.18	Exempt
Aviation Fuel Tax - \$.04/gal.	Exempt
Jet Fuel - \$.02/gal.	Exempt
Cleanup Fee - \$.015/gal.	<b>Not exempt- include in price</b>
Importer Fee - \$.001/gal	<b>Sales to Government not exempt</b>
	<b>Include in price</b>

### **NEW JERSEY**

Motor Fuel Tax - \$.175/gal.	Exempt
Diesel Fuel Tax - \$.175/gal.	Exempt
Jet Fuel Tax - \$.02/gal.	Exempt

### **NEW MEXICO**

Motor Fuel Tax - \$.17	Exempt
Diesel Fuel Tax - \$.18/gal.	Exempt
Gross Receipts Tax on Petroleum Products	Exempt
Loading Fee \$150 per 8,000 load (\$.01875/gal) eff. July 1, 1996 applies to gasoline/diesel	Exempt

### **NEW YORK**

Motor Fuel Tax - \$.307/gal.	Exempt
Diesel Fuel Tax - \$.3025/gal.	Exempt
Jet Fuel Tax - \$.08/gal.	
Petroleum Business Prod. Tax \$.08/gal (gasoline/diesel)	Exempt
Petroleum Testing Fee \$.0005/gal.	<b>Government NOT exempt</b> <b>Include in Price</b>

### **NORTH CAROLINA**

Motor Fuel Tax - \$.223/gal.	Exempt
Diesel Fuel Tax - \$.218/gal.	Exempt
Oil Inspection Tax -\$.0025/gal.	<b>Not Exempt Include in Price</b>

### **NORTH DAKOTA**

Motor Fuel Tax - \$.20/gal.	Government Exempt
Diesel Fuel Tax - \$.20/gal.	
Jet Fuel Tax - \$.08/gal.	
State inspection Fee - \$.00025/gal.	Government Exempt

### **OHIO**

Motor Fuel Tax - \$.22/gal.	Exempt
Diesel Fuel Tax - \$.22/gal.	Exempt

### **OKLAHOMA**

Motor Fuel Tax - \$.16/gal.	Exempt
Diesel Fuel Tax - \$.13/gal.	“
Jet Fuel Tax - \$.0008/gal.	“
Underground Storage Tank \$.01/gal	Exempt

### **OREGON**

Motor Fuel Tax - \$.24/gal.	<i>Not Exempt - Invoice separately</i>
Local Gasoline Taxes \$.01/gal.-\$.03/gal.	<i>Refund for offroad use available</i>
Diesel Fuel Tax -	Exempt
Aviation Fuel Tax - \$.03/gal.	Exempt
Jet Fuel Tax - \$.005/gal.	Exempt
Environmental Load Fee \$4.75 per truck load	<b>Government Not exempt Include in Price</b>

### **PENNSYLVANIA**

Motor Fuel Tax - \$.259/gal.	Exempt
Diesel Fuel Tax - \$.3076/gal.	Exempt
Aviation Fuel Tax - \$.035/gal.	Exempt
Jet Fuel Tax - \$.017/gal.	Exempt

Underground Storage Tank Fee \$.02/gal.	Exempt
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### **RHODE ISLAND**

Motor Fuel Tax - \$.28/gal.	Exempt
Diesel Fuel Tax - \$.28/gal.	Exempt
Underground Storage Tank Fee \$.01 per gallon	Exempt

### **SOUTH CAROLINA**

Motor Fuel Tax - \$.16/gal.	Exempt
Diesel Fuel Tax - \$.16/gal.	Exempt
Petroleum Inspection Fee \$.0025/gal.	Exempt
Environmental Impact Fee \$.005/gal.	Exempt

### **SOUTH DAKOTA**

Motor Fuel Tax - \$.21	Exempt
Diesel Fuel Tax - \$.21	Exempt
Aviation Fuel Tax - \$.06/gal.	Exempt
Jet Fuel Tax - \$.04/gal.	Exempt
Petroleum Release Fee - \$.02/gal. (all refined products)	<b>Government Not Exempt Include in Price</b>

### **TENNESSEE**

Motor Fuel Tax - \$.20/gal.	exempt if delivery exceeds 500 gals.
Diesel Fuel Tax - \$.17/gal. (Incl. Special Fuels Tax - \$.01/gal.)	exempt if delivery exceeds 500 gals.
Environmental Assurance Fee \$.004/gal.	exempt

### **TEXAS**

Motor Fuel Tax - \$.20	Exempt
Diesel Fuel Tax - \$.20	Exempt
Petroleum Products	<b>Sales to Government Not exempt</b>
Delivery Fee \$.01/gal.	<b>Include in Price</b>

### **UTAH**

Motor Fuel Tax - \$.245	Exempt if delivery exceeds 750
Diesel Fuel Tax - \$.245	<i>Invoice Separately, Full Refund Available</i>

Jet Fuel Tax - \$.04/gal.  
Environmental Surcharge \$.0025/gl.

Exempt  
Government exempt

### **VERMONT**

Motor Fuel Tax - \$.20/gal.  
Diesel Fuel Tax - \$.16/gal.  
Gross Receipts Tax .5%  
on heating oil

*Invoice separately, offroad refund*  
Exempt  
**Not Exempt Include in Price**

### **VIRGINIA**

Motor Fuel Tax - \$.175/gal.  
Diesel Fuel Tax - \$.16/gal.  
Jet Fuel Tax - \$.05/gal.  
Petroleum Storage Tank Fee  
\$.006/gal.

Exempt  
Exempt  
Exempt  
Exempt

### **WASHINGTON**

Motor Fuel Tax - \$.23/gal.  
  
Diesel Fuel Tax - \$.23  
Jet Fuel Tax - \$.06/gal.

*Invoice separately,*  
*Refund for Offroad use available.*  
Exempt  
Exempt

Hazardous Substance Tax .7% of price  
Petroleum Products Tax .5%  
(Temporarily Suspended)

Government NOT Exempt  
Government NOT Exempt

Oil Spill Response Tax  
\$.01/bbl - \$.00023/gal.  
on crude or refined fuel  
loaded at marine terminal

**Not exempt unless vessel offloads  
into Govt Storage - include in price**

Heating Oil Tank Fee \$.006/gal

**Not exempt - include in price**

### **WEST VIRGINIA**

Motor Fuel Tax - \$.2535/gal.  
Diesel Fuel Tax - \$.2535/gal.

Exempt  
Exempt

### **WISCONSIN**

Motor Fuel Tax - \$.254  
Diesel Fuel Tax - \$.254  
AvGas - Jet Fuel- \$.06/gal.  
Petroleum Inspection Fee - \$.03/gal.

Exempt  
Exempt  
Exempt  
Government is exempt  
Do not include in price

### **WYOMING**

Motor Fuel Tax - \$.11/gal.  
Diesel Fuel Tax - \$.11/gal.  
Jet Fuel Tax - \$.05/gal.  
Leaking Underground  
Storage Tax - \$.03/gal

*Invoice separately, offroad refund*  
*Invoice separately, offroad refund*  
*Invoice separately*  
**Not exempt, include in Price**